

**Templeton Foreign GG Trust CIT  
Annual Report  
With Report of Independent Auditors  
December 31, 2023**

# Templeton Foreign GG Trust CIT

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December 31, 2023

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## Report of Independent Auditors

To the Trustee of Templeton Foreign GG Trust CIT

### Opinion

We have audited the accompanying financial statements of Templeton Foreign GG Trust CIT (the "Fund"), which comprise the statement of assets and liabilities, including the portfolio of investments, as of December 31, 2023 and the related statements of operations and of changes in net assets, including the related notes, and the financial highlights for the year then ended (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as of December 31, 2023, and the results of its operations, changes in its net assets, and the financial highlights for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Fund and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Fund's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

### Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from



fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Fund's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Price waterhouse Coopers LLP

San Francisco, California  
March 28, 2024

Templeton Foreign GG Trust CIT

**Portfolio of Investments**

December 31, 2023

Description	Shares	Fair Value	Description	Shares	Fair Value
<b>Common Stocks   90.1%</b>			<b>Spain   0.5%</b>		
<b>China   2.4%</b>			Tecnicas Reunidas SA		
Alibaba Group Holding, Ltd.	37,942	\$ 367,343		8,754	\$ 80,745
<b>Denmark   1.3%</b>			<b>Sweden   1.4%</b>		
Orsted AS	3,701	205,278	Securitas AB, Class B		
<b>France   8.7%</b>			<b>Switzerland   2.0%</b>		
Dassault Aviation SA	1,274	252,192	Adecco Group AG		
Forvia SE	17,800	401,514	<b>Taiwan   3.0%</b>		
TotalEnergies SE	4,976	338,599	Taiwan Semiconductor Manufacturing Co., Ltd. Sponsored ADR		
Valeo SE	21,527	330,896		4,450	462,800
		1,323,201	<b>United Kingdom   26.6%</b>		
<b>Germany   9.1%</b>			AstraZeneca PLC		
Bayer AG	6,985	259,489	Barratt Developments PLC		
Continental AG	4,176	354,833	BP PLC		
Covestro AG	4,861	282,876	CK Hutchison Holdings, Ltd.		
Infineon Technologies AG	11,644	486,204	Imperial Brands PLC		
		1,383,402	Lloyds Banking Group PLC		
<b>Hong Kong   1.7%</b>			Persimmon PLC		
AIA Group, Ltd.	29,980	261,270	Prudential PLC		
<b>Ireland   4.9%</b>			Rolls-Royce Holdings PLC		
CRH PLC	5,105	352,075	S4 Capital PLC		
Smurfit Kappa Group PLC	10,204	404,434	Shell PLC		
		756,509	Standard Chartered PLC		
<b>Japan   6.5%</b>			<b>United States   3.7%</b>		
Honda Motor Co., Ltd.	25,470	264,853	Albemarle Corp.		
Sony Group Corp.	1,972	187,577	Freeport-McMoRan, Inc.		
Sumitomo Metal Mining Co., Ltd.	6,802	204,861		1,708	246,772
Sumitomo Mitsui Financial Group, Inc.	6,786	331,165		7,359	313,272
		988,456	<b>Total Common Stocks</b> (Cost \$12,185,419)		
<b>Netherlands   7.8%</b>			<b>Money Market Trusts   8.5%</b>		
EXOR NV	2,343	234,231	NT Collective Government Short Term Investment Fund (Cost \$1,301,657)		
ING Groep NV	28,102	419,886		1,301,657	1,301,657
NXP Semiconductors NV	966	221,871	<b>Total Investments   98.6%</b> (Cost \$13,487,076)		
Prosus NV	10,356	308,702	<b>Cash and Other Assets in Excess of Liabilities   1.4%</b>		
		1,184,690	<b>206,034</b>		
<b>Portugal   0.9%</b>			<b>Net Assets   100.0%</b>		
Galp Energia SGPS SA	8,918	131,416	<b>\$ 15,253,740</b>		
<b>South Korea   9.6%</b>			<b>Security Abbreviations:</b>		
KB Financial Group, Inc. ADR	6,939	287,066	ADR — American Depositary Receipt		
Samsung Electronics Co., Ltd. GDR	593	888,314	GDR — Global Depositary Receipt		
Shinhan Financial Group Co., Ltd. ADR	9,501	292,441			
		1,467,821			

The accompanying notes are an integral part of these financial statements.

**Portfolio of Investments** (concluded)

December 31, 2023

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**Portfolio holdings by industry as a percentage of net assets (unaudited):**

**Common Stocks**

Aerospace & Defense	3.6%	Industrial Conglomerates	0.1%
Automobile Components	7.1	Insurance	3.4
Automobiles	1.7	Media	0.3
Banks	15.2	Metals & Mining	3.4
Broadline Retail	4.4	Oil, Gas & Consumable Fuels	11.4
Chemicals	3.5	Pharmaceuticals	3.1
Commercial Services & Supplies	1.4	Professional Services	2.0
Construction Materials	2.3	Semiconductors & Semiconductor Equipment	7.7
Containers & Packaging	2.7	Technology Hardware, Storage & Peripherals	5.8
Electric Utilities	1.4	Tobacco	2.0
Energy Equipment & Services	0.5	Subtotal	90.1%
Financial Services	1.5	<b>Money Market Trusts</b>	8.5
Household Durables	5.6	Total Investments	98.6%

*The accompanying notes are an integral part of these financial statements.*

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*Templeton Foreign GG Trust CIT*  
**Statement of Assets and Liabilities**  
**December 31, 2023**

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<b>Assets</b>	
Investments in securities, at fair value (cost \$13,487,076)	\$ 15,047,706
Foreign currency, at fair value (cost \$10,451)	10,451
Cash and cash equivalents	6,915
Receivables for:	
Investments sold	29,795
Dividends	21,044
Units sold	5,952
Tax reclaims	184,875
<b>Total Assets</b>	<u>15,306,738</u>

<b>Liabilities</b>	
Payables for:	
Investment purchased	36,123
Sub-Advisory fees (Note 3)	12,584
Trustee fees (Note 3)	2,732
Professional services	1,195
Units redeemed	364
<b>Total Liabilities</b>	<u>52,998</u>
<b>Net Assets</b>	<u>\$ 15,253,740</u>

<b>Class R6</b>	
Net Assets	\$ 15,253,740
Units Outstanding	1,455,273
Net Asset Value per Unit	\$ 10.48

*The accompanying notes are an integral part of these financial statements.*

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*Templeton Foreign GG Trust CIT*

**Statement of Operations**

For the Year Ended December 31, 2023

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**Investment Income (Loss)**

**Income**

Dividends (net of foreign withholding taxes of \$6,018)	\$	505,850
<b>Total investment income</b>		<u>505,850</u>

**Expenses**

Sub-Advisory fees (Note 3)		53,967
Trustee fees (Note 3)		11,718
Professional services		4,076
<b>Total expenses</b>		<u>69,761</u>
<b>Net investment income (loss)</b>		<u>436,089</u>

**Net Realized and Unrealized Gain (Loss)**

Net realized gain (loss) on:		
Investments		611,156
Foreign currency transactions		(2,938)
Total net realized gain (loss)		<u>608,218</u>
Net change in unrealized appreciation (depreciation) on:		
Investments		1,983,652
Foreign currency translation		4,909
Total net change in unrealized appreciation (depreciation)		<u>1,988,561</u>
<b>Net realized and unrealized gain (loss)</b>		<u>2,596,779</u>
<b>Net increase (decrease) in net assets resulting from operations</b>	\$	<u>3,032,868</u>

*The accompanying notes are an integral part of these financial statements.*



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*Templeton Foreign GG Trust CIT*

**Statement of Changes in Net Assets**

For the Year Ended December 31, 2023

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**Increase (Decrease) in Net Assets**

**Operations:**

Net investment income (loss)	\$	436,089
Net realized gain (loss)		608,218
Net change in unrealized appreciation (depreciation)		<u>1,988,561</u>
<b>Net increase (decrease) in net assets resulting from operations</b>		<u><u>3,032,868</u></u>

**Unitholder Transactions:**

Proceeds from units sold		1,437,458
Cost of units redeemed		<u>(5,152,658)</u>
<b>Net increase (decrease) in net assets from unitholder transactions</b>		<u>(3,715,200)</u>
Total increase (decrease) in net assets		(682,332)
Net assets at beginning of year		<u>15,936,072</u>
<b>Net assets at end of year</b>	\$	<u><u>15,253,740</u></u>

**Change in Units:**

Units outstanding at beginning of year		<u>1,841,258</u>
Units sold		148,291
Units redeemed		<u>(534,276)</u>
Net increase (decrease) in units		<u>(385,985)</u>
Units outstanding at end of year		<u><u>1,455,273</u></u>

*The accompanying notes are an integral part of these financial statements.*

**Financial Highlights – Class R6**

Selected data per unit outstanding throughout the year ended December 31, 2023

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Net asset value, beginning of year	\$ 8.65
<b>Income (Loss) from investment operations:</b>	
Net investment income (loss) (a)	0.27
Net realized and unrealized gain (loss)	1.56
Total from investment operations	1.83
Net asset value, end of year	<u>\$ 10.48</u>

**Total Return (b)** 21.16%

**Ratios and Supplemental Data:**

Net assets, end of year (in thousands)	\$ 15,254
Ratio to average net assets (c):	
Total expenses	0.45%
Net investment income (loss)	2.83%

- (a) Net investment income (loss) has been computed based on the average daily units outstanding.
- (b) Total return calculation is based on the value of a single unit of participation outstanding throughout the year. It represents the percentage change in the net asset value per unit between the beginning of the year and end of the year and assumes reinvestment of all distributions, if any. The calculation includes only those expenses charged directly to the CIT. Individual unitholders may incur administration or other fees related to the management or maintenance of their individual unitholder accounts, which would have the effect of reducing a unitholder's net return on their investments in the CIT. An individual unitholder's return may also vary based on the timing of capital transactions and fees.
- (c) Ratios to average net assets do not reflect expenses charged directly to the unitholders. An individual unitholder's ratios to average net assets may vary based on the timing of capital transactions and fees. The CIT may incur expenses for the underlying investments of the CIT. These expenses are embedded in such underlying investments and are not reflected in a CIT's expense ratio.

# Templeton Foreign GG Trust CIT

## Notes to Financial Statements

December 31, 2023

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### **(1) Organization**

The Templeton Foreign GG Trust CIT (the "Fund") was founded under the Great Gray Collective Investment Trust (the "Trust"). The Trust is exempt from registration under the Investment Company Act of 1940, as amended, and the Securities Act of 1933, as amended. Great Gray Trust Company, LLC (the "Trustee"), is the Trustee of the Trust and is responsible for maintaining and administering the Trust and its various funds. The Trustee is ultimately controlled by Madison Dearborn Partners, LLC ("MDP"). MDP and its controlled subsidiaries are the general partner to the investment funds that own substantially all of the Trustee through intermediate holding companies. The Northern Trust Company (the "Custodian") is the Custodian of the Fund and is responsible for custody of the Fund's assets and providing transfer agent, recordkeeping and accounting functions.

The purpose of the Trust is to allow collective investments by plan sponsors of retirement plans which qualify for exemption from federal income taxation pursuant to Section 501(a) of the Internal Revenue Code, as amended (the "Code"), by reason of qualifying under Section 401(a) of the Code; tax-exempt governmental plans under Section 414(d) or Section 818(a)(6) of the Code; eligible deferred compensation plans under Section 457(b) of the Code established by a government employer; group trusts or separate accounts consisting solely of assets of the foregoing; and other investors eligible for participation in the Trust. The funds generally offer multiple fee classes. Not all fee classes are available for investment by all plans. The Trust consists of separate funds with differing investment objectives. Not all funds within the Trust are presented herein.

The Trustee has engaged Templeton Global Advisors, Limited (the "Sub-Advisor"), to provide investment advice and recommendations with respect to investment of the Fund's assets. The Trustee maintains ultimate fiduciary authority over the management of and investments made in the Fund. The Sub-Advisor is engaged pursuant to a sub-advisory agreement.

The Fund's investment objective is to achieve long-term capital growth by investing, using a relative value approach, primarily in equity and equity-related securities of issuers that are located in, or that do significant business in, countries other than the United States, including emerging market countries. The benchmark for the Fund is MSCI All Country World ex-US Index.

On December 19, 2022, Madison Dearborn Partners, LLC ("MDP"), a registered investment adviser and leading private equity firm based in Chicago, announced an agreement with Wilmington Trust, N.A. ("WTNA"), under which investment funds controlled by MDP would acquire WTNA's Collective Investment Trust business. On April 28, 2023, the agreement was finalized and Great Gray Trust Company, LLC became the successor trustee to WTNA's CIT business. On that date, the Trust name was changed from Lazard/Wilmington Collective Trust to Lazard/Great Gray Collective Trust. The Trustee is ultimately controlled by MDP. MDP and its controlled subsidiaries are the general partner to the investment funds that own substantially all of the Trustee through intermediate holding companies. Effective June 2, 2023, the Fund's name changed from Wilmington Trust Templeton Foreign CIT.

As of December 31, 2023, the Fund had one funded class: Class R6. Additional classes may be added by the Trustee in its discretion.

### **(2) Significant Accounting Policies**

The accompanying financial statements are presented in conformity with US Generally Accepted Accounting Principles ("GAAP"). The Fund is an investment company and therefore applies specialized accounting guidance in accordance with Accounting Standards Codification Topic 946. The following is a summary of significant accounting policies consistently followed by the Fund in the preparation of the financial statements:

# Templeton Foreign GG Trust CIT

Notes to Financial Statements (continued)

December 31, 2023

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## *(a) Valuation of Investments*

Market values for securities listed on the New York Stock Exchange (the "NYSE"), NASDAQ national market or other US or foreign exchanges or markets are generally based on the last reported sales price on the exchange or market on which the security is principally traded on each valuation date; securities not traded on the valuation date are valued at the most recent quoted bid price. Investments in money market funds are valued at the fund's net asset value ("NAV") per share.

Calculation of the Fund's NAV may not take place contemporaneously with the determination of the prices of portfolio assets used in such calculation. Trading on non-US securities exchanges or markets, such as those in Europe and Asia ordinarily may be completed before the close of business on each business day in New York (i.e., a day on which the NYSE is open). In addition, securities trading in a particular non-US country or countries may not take place on all business days in New York and on which the NAV of the Fund is calculated.

If a market price is not readily available or if such price is deemed unreliable, it will be valued at fair value in accordance with valuation procedures established by the Trustee. The Trustee's determination of fair value involves consideration of a number of subjective factors, and therefore, no single standard for determining fair value will apply.

When the valuation methods described above are not reflective of fair value, investments are valued at fair value following procedures and/or guidelines determined by or under the direction of the Trustee. In light of the judgment involved in fair value decisions, there can be no assurance that a fair value assigned to a particular investment is accurate.

## *(b) Portfolio Securities Transactions and Investment Income*

Portfolio securities transactions are accounted for on trade date. Realized gain (loss) on sales of investments are recorded on a first in, first out basis. Dividend income is recorded on the ex-dividend date except for certain dividends from non-US securities where the dividend rate is not available. In such cases, the dividend is recorded as soon as the information is received by the Fund. Interest income, if any, is accrued daily. Realized and unrealized gains and losses and net investment income, excluding class specific expenses, are allocated daily to each class of shares based upon the relative proportion of net assets of each class.

The Fund may be subject to taxes imposed by non-US countries in which it invests. Such taxes are generally based upon income earned or capital gains (realized or unrealized). The Fund accrues and applies such taxes to net investment income, net realized gains and net unrealized gains concurrent with the recognition of income earned or capital gains (realized and unrealized) from the applicable portfolio securities.

## *(c) Foreign Currency*

The accounting records of the Fund are maintained in US dollars. Fund securities and other assets and liabilities denominated in a foreign currency are translated daily into US dollars at the prevailing rates of exchange. Purchases and sales of securities, income receipts and expense payments are translated into US dollars at the prevailing exchange rates on the respective transaction dates.

The Fund does not isolate the portion of operations resulting from changes in foreign exchange rates on investments from the fluctuations arising from changes in their market prices. Such fluctuations are included in net realized and unrealized gain (loss) on investments. Net realized gain (loss) on foreign currency transactions represent net foreign currency gain (loss) from disposition of foreign currencies, currency gain (loss) realized between the trade and settlement dates on securities transactions, and the difference between the amount of dividends, interest and foreign withholding taxes recorded on the Fund's accounting records and the US dollar equivalent amounts actually received or paid. Net change in unrealized appreciation (depreciation) on foreign currency translations reflects the impact of changes in exchange rates on the value of assets and liabilities, other than investments in securities, during the year.

# Templeton Foreign GG Trust CIT

Notes to Financial Statements (continued)

December 31, 2023

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## ***(d) Tax Reclaims Receivable***

Tax reclaims receivable, if any, are recorded on the ex-dividend date based upon the Trustee's interpretation of country-specific taxation of dividend income, which may be subject to change due to changes in country-specific tax regulations regarding amounts reclaimable or the Trustee's interpretation of country-specific taxation of dividend income and related amounts reclaimable.

## ***(e) Income Taxes***

The Fund has received a determination from the Internal Revenue Service that the Fund is exempt from federal income taxation under Section 501(a) of the Internal Revenue Code. No provision for income taxes is required.

ASC 740-10, Accounting for Uncertainty in Income Taxes, provides guidance for how uncertain tax positions should be recognized, measured, presented and disclosed in the financial statements. ASC 740-10 requires the evaluation of tax positions taken or expected to be taken in the course of preparing the Fund's tax returns to determine whether the tax positions are "more-likely-than-not" of being sustained by the applicable tax authority. Tax positions not deemed to meet the more-likely-than-not threshold would be recorded as a tax expense. The Trustee has evaluated uncertain tax positions in the United States and all major foreign jurisdictions for all open tax years for the Fund since the Fund's inception and has determined that the Fund's tax positions are deemed to be "more-likely-than-not" to be sustained by the applicable tax authority as of December 31, 2023. In the event that the Fund incurs any tax liabilities in the future, the tax liabilities and the corresponding tax expense will be recorded on the Statement of Assets and Liabilities and Statement of Operations, respectively. The Trust's federal fiduciary tax returns for tax years for which the applicable statutes of limitations have not expired are subject to examination by the Internal Revenue Service. The Fund did not accrue any interest or penalties related to uncertain tax liabilities as of December 31, 2023. The Trustee is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will change materially in the next twelve months.

## ***(f) Distributions to Unitholders***

Net investment income and net realized gains are retained by the Fund.

## ***(g) Estimates***

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets resulting from operations during the reporting period. Actual results could differ from those estimates.

## ***(h) Net Asset Value***

NAV per unit for each class of the Fund is determined each day the NYSE is open for trading as of the close of regular trading on the NYSE (generally 4:00 p.m. Eastern time). The Fund will not treat an intraday unscheduled disruption in NYSE trading as a closure of the NYSE, and will price its units as of 4:00 p.m., if the particular disruption directly affects only the NYSE. The NAV per unit of a class is determined by dividing the value of the total assets of the Fund represented by such class, less all liabilities, by the total number of Fund units of such class outstanding.

## ***(i) Short Term Investments***

Cash is held by Northern Trust which, as contracted on behalf of the Fund, sweeps cash on each business day into the NT Collective Government Short Term Investment Fund, a collective fund in the Northern Trust Investments Collective Funds Trust, which is included in the Portfolio of Investments.

# Templeton Foreign GG Trust CIT

Notes to Financial Statements (continued)

December 31, 2023

## (3) Fees and Expenses

### Trustee Fee

The Trustee receives an annualized fee for trustee and administrative services provided to the Fund. These fees are based upon the average daily value of the Fund and are accrued daily, paid quarterly in arrears and charged against the assets invested in the Fund.

### Sub-Advisory Fees

Out of the annualized fee, the Trustee has agreed to pay the Sub-Advisor for its advisory services. All asset-based fees are based upon the net assets as determined at the end of each preceding business day as set forth in the table below (in basis points). These fees are based upon the average daily value of the Fund and are accrued daily, paid quarterly in arrears and charged against the assets invested in the Fund. Except as otherwise noted, all asset-based fees are paid from the assets of the Fund.

Fee Class	Total Fee	Trustee Fee	Sub-Advisory Fee
R6	42.6	7.6	35

### Operating Expenses

The Sub-Advisor will reimburse the Fund 70 basis points of the value of the assets of the Fund that are invested in the Templeton Foreign Fund Class R6 on a monthly basis. For the year ended December 31, 2023, there were no expense reimbursements or waived expenses related to the operations of the Fund.

In addition to the fees described above, the Fund bears expenses related to its operation, including, but not limited to, audit, custody, tax and legal services ("Operating Expenses") up to 0.49 basis points. The Fund incurs a 0.49 basis point daily accrual for Operating Expenses, which is paid to the Trustee ("Expense Charge") to cover Operating Expenses incurred by the Fund and paid by the Trustee. To the extent the Expense Charge exceeds the out-of-pocket expenses incurred by the Trustee on behalf of the Fund in any given year, the excess is reimbursed to the Fund. To the extent the actual out-of-pocket expenses incurred by the Trustee exceed the Expense Charge, the Trustee will bear such excess expenses. For the year ended December 31, 2023, actual out-of-pocket expenses exceeded the Expense Charge, and the excess was paid by the Trustee. Expenses incurred in connection with the investment and reinvestment of Fund assets, including, without limitation, transfer agency fees, brokerage commission and other expenses, are also charged against the Fund.

When assets of the Fund are invested in other investment vehicles, such as other collective funds or open-end funds, those investment vehicles will incur fees and expenses, which will be reflected in the operating results and value of the Fund's investment in such investment vehicle, and are separate and distinct from the fees and expenses of the Fund described above.

## (4) Related Party Transactions

The Trustee is a Nevada-chartered non-depository trust company that provides trust and custodial services for tax-advantaged retirement plans as well as trust and investment services to business pension and retirement plans. The Trustee is responsible for managing the Fund's investment and business affairs.

## (5) Unitholders' Transactions

The Fund offers units for sale and redemption at the NAV as of the close of each business day. Advance written notice of 5 business days shall be required for any Plan Sponsor directed withdrawal that will exceed \$1,000,000 or 10% of the assets invested in the Fund.

# Templeton Foreign GG Trust CIT

Notes to Financial Statements (continued)

December 31, 2023

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## **(6) Risks Associated with Investing in the Fund**

In the normal course of business, the Fund trades financial instruments and enters into financial transactions where risk of potential loss exists due to changes in the fair value of the instruments. The following are the principal risks of the Fund and are described in the Additional Fund Information and Principal Risk Definitions ([www.greatgray.com/principalriskdefinitions](http://www.greatgray.com/principalriskdefinitions)):

Active Management, Capitalization, Country or Region, Currency, Derivatives, ETF, Emerging Markets, Equity Securities, Foreign Securities, IPO, Inflation/Deflation, Issuer, Leverage, Long-Term Outlook and Projections, Loss of Money, Market/Market Volatility, Preferred.

## **(7) Contractual Obligations**

The Fund enters into contracts in the normal course of business that contain a variety of indemnification provisions. The Fund maximum exposure under these arrangements is unknown. The Trustee has reviewed the Fund existing contracts and expects the risk of loss to be remote.

## **(8) Fair Value Measurements**

Fair value is defined as the price that the Fund would receive to sell an asset, or would pay to transfer a liability, in an orderly transaction between market participants at the date of measurement. The Fair Value Measurements and Disclosures provisions of GAAP also establish a framework for measuring fair value, and a three-level hierarchy for fair value measurement that is based upon the transparency of inputs to the valuation of an asset or liability. Inputs may be observable or unobservable and refer, broadly, to the assumptions that market participants would use in pricing the asset or liability. Observable inputs reflect the assumptions that market participants would use in pricing the asset or liability based on market data obtained from sources independent of the Fund. Unobservable inputs reflect the Fund's own assumptions about the assumptions that market participants would use in pricing the asset or liability, developed based on the best information available in the circumstances. The fair value measurement level within the fair value hierarchy for the assets and liabilities of the Fund is based on the lowest level of any input that is significant to the overall fair value measurement. The three-level hierarchy of inputs is summarized below:

- Level 1 — unadjusted quoted prices in active markets for identical assets and liabilities
- Level 2 — other significant observable inputs (including unadjusted quoted prices for similar assets and liabilities, interest rates, prepayment speeds, credit risk, etc.)
- Level 3 — significant unobservable inputs (including the Fund's own assumptions in determining the fair value of assets and liabilities)

Changes in valuation methodology or input may result in transfers into or out of the current assigned level within the hierarchy.

# Templeton Foreign GG Trust CIT

Notes to Financial Statements (concluded)

December 31, 2023

The inputs or methodology used for valuing securities are not necessarily an indication of the risks associated with investing in these securities.

The following table summarizes the valuation of the Fund's assets and liabilities by each fair value hierarchy level as of December 31, 2023:

Description	Unadjusted Quoted Prices in Active Markets for Identical Assets and Liabilities (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Investments Measured at Net Asset Value*	Balance as of December 31, 2023
Common Stocks**	\$ 13,746,049	\$ —	\$ —	\$ —	\$ 13,746,049
Money Market Trusts	—	—	—	1,301,657	1,301,657
Total	<u>\$ 13,746,049</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 1,301,657</u>	<u>\$ 15,047,706</u>

\*Certain investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient have not been categorized in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the Statement of Assets and Liabilities.

\*\*Please refer to Portfolio of Investments for portfolio holdings by industry.

## (9) Subsequent Events

Management has evaluated subsequent events affecting the Fund through March 28, 2024, the date that these financial statements were available to be issued, and has determined that there were no other subsequent events that required adjustment or disclosure.